Subpart 22.5 - Use of Project Labor Agreements for Federal Construction Projects

Parent topic: Part 22 - Application of Labor Laws to Government Acquisitions

22.501 Scope of subpart.

This subpart prescribes policies and procedures to implement Executive Order 13502, February 6, 2009.

22.502 Definitions.

As used in this subpart-

Construction means construction, rehabilitation, alteration, conversion, extension, repair, or improvement of buildings, highways, or other real property.

Labor organization means a labor organization as defined in 29 U. S.C. 152(5).

Large-scale construction project means a construction project where the total cost to the Federal Government is \$25 million or more.

Project labor agreement means a pre-hire collective bargaining agreement with one or more *labor organizations* that establishes the terms and conditions of employment for a specific *construction* project and is an agreement described in 29 U. S.C. 158(f).

22.503 Policy.

- (a) *Project labor agreements* are a tool that agencies *may* use to promote economy and efficiency in Federal *procurement*. Pursuant to Executive Order 13502, agencies are encouraged to consider requiring the use of *project labor agreements* in connection with *large-scale construction projects*.
- (b) An agency may, if appropriate, require that every contractor and subcontractor engaged in construction on the project agree, for that project, to negotiate or become a party to a project labor agreement with one or more labor organizations if the agency decides that the use of project labor agreements will-
- (1) Advance the Federal Government's interest in achieving economy and efficiency in Federal *procurement*, producing labor-management stability, and ensuring compliance with laws and regulations governing safety and health, equal employment opportunity, labor and employment standards, and other matters; and
 - (2) Be consistent with law.

- (c) Agencies *may* also consider the following factors in deciding whether the use of a *project labor agreement* is appropriate for the *construction* project:
- (1) The project will require multiple *construction* contractors and/or subcontractors employing workers in multiple crafts or trades.
- (2) There is a shortage of skilled labor in the region in which the *construction* project will be sited.
 - (3) Completion of the project will require an extended period of time.
- (4) *Project labor agreements* have been used on comparable projects undertaken by Federal, State, municipal, or private entities in the geographic area of the project.
- (5) A *project labor agreement* will promote the agency's long term program interests, such as facilitating the training of a skilled workforce to meet the agency's future *construction* needs.
 - (6) Any other factors that the agency decides are appropriate.

22.504 General requirements for project labor agreements.

- (a) *General. Project labor agreements* established under this subpart *shall* fully conform to all statutes, regulations, and Executive orders.
 - (b) Requirements. The project labor agreement shall-
- (1) Bind all contractors and subcontractors engaged in *construction* on the *construction* project to comply with the *project labor agreement*;
- (2) Allow all contractors and subcontractors to compete for contracts and subcontracts without regard to whether they are otherwise parties to collective bargaining agreements;
 - (3) Contain guarantees against strikes, lockouts, and similar job disruptions;
- (4) Set forth effective, prompt, and mutually binding procedures for resolving labor disputes arising during the term of the *project labor agreement*;
- (5) Provide other mechanisms for labor-management cooperation on matters of mutual interest and concern, including productivity, quality of work, safety, and health; and
 - (6) Include any additional requirements as the agency deems necessary to satisfy its needs.
- (c) *Terms and conditions*. As appropriate to advance economy and efficiency in the *procurement*, an agency *may* specify the terms and conditions of the *project labor agreement* in the *solicitation* and require the successful *offeror* to become a party to a *project labor agreement* containing these terms and conditions as a condition of receiving a contract award. An agency *may* seek the views of, confer with, and exchange information with prospective bidders and union representatives as part of the agency's effort to identify appropriate terms and conditions of a *project labor agreement* for a particular *construction* project and facilitate agreement on those terms and conditions.

22.505 Solicitation provision and contract clause.

For acquisition of large-scale construction projects, if the agency decides pursuant to this subpart that a project labor agreement will be required, the contracting officer shall-

- (a) Insert the provision at 52.222-33, Notice of Requirement for *Project Labor Agreement*, in all *solicitations* associated with the *construction* project.
- (1) Use the provision with its *Alternate* I if the agency decides to require the submission of a *project labor agreement* from only the apparent successful *offeror*, prior to contract award.
- (2) Use the provision with its *Alternate* II if an agency allows submission of a *project labor* agreement after contract award.

(b)

- (1) Insert the clause at 52.222-34, *Project Labor Agreement*, in all *solicitations* and contracts associated with the *construction* project.
- (2) Use the clause with its *Alternate* I if an agency allows submission of the *project labor* agreement after contract award.